Message Text

CONFIDENTIAL

PAGE 01 BRUSSE 10144 250625Z ACTION EUR-12

INFO OCT-01 IO-13 ISO-00 AGRE-00 CEA-01 CIAE-00 COME-00 DODE-00 EB-08 FRB-03 H-01 INR-10 INT-05 L-03 LAB-04 NSAE-00 NSC-05 PA-01 CTME-00 AID-05 SS-15 STR-07 ITC-01 TRSE-00 ICA-11 SP-02 SOE-02 OMB-01 DOE-15 /126 W

-----109743 250633Z/23

P 250609Z MAY 78 FM AMEMBASSY BRUSSELS TO SECSTATE WASHDC PRIORITY 6764 ALL EC CAPITALS USMISSION GENEVA

CONFIDENTIAL BRUSSELS 10144

USEEC

GENEVA FOR MTN

E.O. 11652: GDS TAGS: ETRD, EEC

SUBJECT: MTN: ARTICLE 113 COMMITTEE DISCUSSION MAY 19

REF: (A) BRUSSELS 9566, (B) BRUSSELS 9913

1. REPRESENTATIVES FROM SEVERAL MEMBER STATE DELEGATIONS TELL US THAT ARTICLE 113 HIGH-LEVEL COMMITTEE MEETING ON MAY 19 HAD EXTENSIVE GO-AROUND ON MTN ISSUES. COMMITTEE AGREED TO MEET AGAIN ON MAY 26 AT TWO LEVELS: DEPUTIES WILL DISCUSS VARIETY OF ISSUES, INCLUDING TARIFFS, AND HIGH-LEVEL WILL SPEND ENTIRE DAY ON AGRICULTURE. HIGH-LIGHTS OF DISCUSSION FOLLOW.

2. TARIFFS:

DANISH SOURCE TELLS US THAT TARIFF DISCUSSION WAS LONGER THAN HE OR COMMISSION HAD IMAGINED, WITH FRENCH EXERTING CONFIDENTIAL

CONFIDENTIAL

PAGE 02 BRUSSE 10144 250625Z

PRESSURE TO MOVE TO DEFINE A SECOND LIST FOR CONDITIONAL WITHDRAWALS AND TO LINK ITEMS ON THAT LIST TO A SATISFACTORY OUTCOME IN OTHER AREAS OF THE NEGOTIATION. ANOTHER SOURCE INDICATED HIS BELIEF THAT THE COMMISSION WILL LEAD A DISCUSSION AT THE DEPUTIES MEETING ON MAY 26 ON A CONDITIONAL WITHDRAWAL LIST AND WILL TRY TO AVOID EITHER DEFINING THE LIST TOO CLOSELY OR TYING IT TO

OTHER ISSUES. HIS EXPECTATION WAS THAT COMMISSION EFFORT WOULD BE SUCCESSFUL.

3. SUBSIDIES/COUNTERVAILING DUTIES:

THIS ITEM CAME UP LAST ON THE AGENDA AND RECEIVED LITTLE ATTENTION. THE COMMISSION DISTRIBUTED THE TEXT WORKED OUT IN WASHINGTON ON MAY 8 AND DESCRIBED IT TO THE MEMBER STATES AS A TEXT PRESENTED TO IT BY STR. THERE WERE NO COMMENTS FROM MEMBER STATES ON THE TEXT. ONE SOURCE TOLD US THAT DENMAN STATED THAT IF THE EC REALLY WANTS THE US GOVERNMENT TO GO TO THE CONGRESS REQUESTING AN INJURY PROVISION IN OUR COUNTERVAILING DUTY LAW, THEN THE MEMBER STATES MUST GO DOWN THE PATH OF GREATER DISCIPLINES ON THE USE OF SUBSIDIES.

4. SAFEGUARDS:

THE COMMISSION UPDATED THE MEMBER STATES ON THE COURSE OF THE NEGOTIATION BUT THERE WAS LITTLE DISCUSSION. DENMAN SAID HE WOULD REPORT SOON TO THE MEMBER STATES THE PRICE THE EC WOULD BE ASKED TO PAY FOR SELECTIVITY.

5. AGRICULTURE:

DIRECTOR GENERAL FOR AGRICULTURE RABOT SPOKE TO THE GROUP FOR ABOUT 45 MINUTES. A UK SOURCE TELLS US THAT ROBIN GRAY DETECTED SOME MOVEMENT AND SOME RECOGNITION OF THE NEED FOR COMPROMISE SOLUTIONS IN RABOT.S REMARKS; OTHER SOURCES CONFIDENTIAL.

CONFIDENTIAL

PAGE 03 BRUSSE 10144 250625Z

WERE LESS POSITIVE. SAYING THAT THEY WERE NOT ENCOURAGED BY THE PACE OF AGRICULTURAL NEGOTIATIONS. THE COMMISSION IS TO CIRCULATE A PAPER ON DISCIPLINES ON BEEF DURING THE WEEK OF MAY 22 FOR DISCUSSION AT THE MAY 26 HIGH-LEVEL 113 COMMITTEE WHICH ONE SOURCE DESCRIBED TO US AS A KIND OF PREPARATION FOR THE RABOT-MCDONALD MEETING NEXT WEEK. ALSO ON MAY 26, THERE IS EXPECTED TO BE FURTHER DISCUSSION ON DAIRY AND ON GRAINS. AT THE MAY 19 MEETING, THE UK APPARENTLY EXPRESSED SOME ANNOYANCE THAT THE COMMISSION HAD GONE BEYOND ITS MANDATE IN INFORMAL DISCUSSIONS ON GRAINS WITH THE U.S. AND ASKED TO BE KEPT BETTER INFORMED ON THE COURSE OF THE NEGOTIATION. RABOT ALSO MENTIONED ON MAY 19 A LIST OF WHAT HE CALLED "STRAUSS" PRODUCTS (ONE SOURCE LISTED THEM FOR US AS CITRUS, CITRUS JUICE, TOBACCO, ALMONDS, LARD, ETC.). RABOT DESCRIBED THESE AS VERY SENSITIVE ITEMS, ONES ON WHICH THE EC CAN OBVIOUSLY DO NOTHING AND YET ONES ON WHICH THE EC MUST DO SOMETHING OR THERE WILL NOT BE BE A SUCCESSFUL MTN. THERE WAS NO ITALIAN REACTION TO THESE REMARKS; AGRICULTURAL TARIFFS ARE NOT EXPECTED TO BE RAISED AT THE MAY 26 MEETING. HINTON

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptioning: X Capture Date: 01 jan 1994 Channel Indicators: n/a

Current Classification: UNCLASSIFIED Concepts: COMMITTEE MEETINGS, TARIFFS

Control Number: n/a Copy: SINGLE Draft Date: 25 may 1978 Decaption Date: 01 jan 1960 Decaption Note: Disposition Action: RELEASED Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW

Disposition Date: 20 Mar 2014 Disposition Event: Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978BRUSSE10144
Document Source: CORE

Document Unique ID: 00 Drafter: n/a

Enclosure: n/a Executive Order: GS Errors: N/A

Expiration: Film Number: D780220-0737 Format: TEL

From: BRUSSELS USEEC Handling Restrictions: n/a

Image Path: ISecure: 1

Legacy Key: link1978/newtext/t19780521/aaaaargf.tel

Line Count: 115 Litigation Code IDs: Litigation Codes:

Litigation History: Locator: TEXT ON-LINE, ON MICROFILM Message ID: c3fa4497-c288-dd11-92da-001cc4696bcc

Office: ACTION EUR

Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a

Page Count: 3
Previous Channel Indicators: n/a Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: n/a
Reference: 78 BRUSSELS 9566, 78 BRUSSELS 9913

Retention: 0

Review Action: RELEASED, APPROVED Review Content Flags:

Review Date: 18 may 2005 Review Event: Review Exemptions: n/a

Review Media Identifier: Review Release Date: n/a Review Release Event: n/a **Review Transfer Date:** Review Withdrawn Fields: n/a

SAS ID: 2577916 Secure: OPEN Status: NATIVE

Subject: MTN: ARTICLE 113 COMMITTEE DISCUSSION MAY 19 TAGS: ETRD, EEC
To: STATE GENEVA

Type: TE

vdkvgwkey: odbc://SAS/SAS.dbo.SAS_Docs/c3fa4497-c288-dd11-92da-001cc4696bcc

Review Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014

Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014